

Message Text

CONFIDENTIAL

PAGE 01 OECD P 10415 01 OF 02 241216Z

50

ACTION EUR-12

INFO OCT-01 EA-06 ISO-00 AID-05 CEA-01 CIAE-00 COME-00

EB-07 FRB-03 INR-07 IO-10 NEA-09 NSAE-00 OPIC-03

SP-02 TRSE-00 CIEP-01 LAB-04 SIL-01 OMB-01 EURE-00

ERDA-05 ERDE-00 FEA-01 NSF-01 OES-03 INT-05 OIC-02

STR-04 NRC-05 SAM-01 XMB-02 /102 W

----- 027095

P R 241207Z APR 75

FM USMISSION OECD PARIS

TO SECSTATE WASH DC PRIORITY 6736

INFO AMEMBASSY ANKARA

AMEMBASSY BERN

AMEMBASSY BONN

AMEMBASSY BRUSSELS

AMEMBASSY COPENHAGEN

AMEMBASSY DUBLIN

AMEMBASSY THE HAGUE

AMEMBASSY LONDON

AMEMBASSY LUXEMBOURG

AMEMBASSY MADRID

AMEMBASSY OSLO

AMEMBASSY OTTAWA

AMEMBASSY PARIS

AMEMBASSY ROME

AMEMBASSY STOCKHOLM

AMEMBASSY TOKYO

AMEMBASSY VIENNA

AMEMBASSY WELLINGTON

USMISSION EC BRUSSELS

USMISSION NATO

C O N F I D E N T I A L SECTION 01 OF 02 OECD PARIS 10415

E.O. 11652: GDS

TAGS: ENRG, OECD

CONFIDENTIAL

CONFIDENTIAL

PAGE 02 OECD P 10415 01 OF 02 241216Z

SUBJECT: IEA: MEETING OF AD HOC GROUP ON ACCELERATED

DEVELOPMENT OF ALTERNATIVE ENERGY SOURCES,
APRIL 21-23

1. SUMMARY: THE AD HOC GROUP ON ACCELERATED DEVELOPMENT OF ALTERNATIVE ENERGY SOURCES, MEETING IN PARIS APRIL 21-23, AGREED ON THE PROCEDURES AND SCHEDULE FOR REVIEWING NATIONAL ENERGY DEVELOPMENT PROGRAMS. IT ALSO DEVELOPED AN AGREED PROCEDURE FOR CONVERTING NUCLEAR ENERGY COSTS INTO THE VALUE OF EQUIVALENT OIL AND REFINED ITS DATA ON FUTURE ENERGY PRODUCTION POTENTIAL FOR IEA COUNTRIES. IT DID NOT MOVE FORWARD SIGNIFICANTLY IN DEVELOPING A FRAMEWORK FOR PROJECT-BY-PROJECT COOPERATION. END SUMMARY

2. THE AD HOC GROUP ON ACCELERATED DEVELOPMENT MET IN PARIS APRIL 21-23 UNDER THE CHAIRMANSHIP OF PETER KELLY (UK) OF THE IEA SECRETARIAT.

3. THE GROUP AGREED ON THE PROCEDURES AND SCHEDULE TO BE FOLLOWED IN CONDUCTING THE PERIODIC REVIEW OF NATIONAL PROGRAMS OF ENERGY DEVELOPMENT. THE CRITERIA TO BE EMPLOYED ARE ESSENTIALLY THE ELEVEN AGREED AT THE MARCH MEETING, PLUS A POSSIBLE TWELFTH, REGARDING NON-DISCRIMINATORY TRADE, PRODUCTION, INVESTMENT AND PRICES IN ENERGY TO BE CONSIDERED BY THE SLT ON THE BASIS OF ALTERNATIVE LANGUAGE PROPOSED BY DENMARK AND THE SECRETARIAT. ASSUMING THE SLT ACCEPTS THE PRESENT RECOMMENDATIONS FOR THE REVIEW OF NATIONAL PROGRAMS, SEVEN COUNTRIES INCLUDING THE US WOULD FACE REVIEW DURING THE WEEK OF JULY 21. REVIEW OF THE REMAINING IEA COUNTRIES' PROGRAMS WOULD BE CARRIED OUT IN SEPTEMBER. AFTER COMPLETION OF THE FIRST COMPLETE ROUND OF COUNTRY REVIEWS, THE CRITERIA AND PROCEDURES FOR REVIEWS WILL BE REASSESSED AND IMPROVED AS NECESSARY. UNDER THIS SCENARIO, A COMPLETED US SUBMISSION ON PROGRAMS AND RESULTS IN ENERGY SUPPLY WILL BE DUE IN PARIS AND OTHER IEA CAPITALS BY JUNE 30.

4. NUCLEAR POWER EXPERTS FROM CANADA, DENMARK, ITALY, GERMANY, THE UK AND THE US MET APRIL 21-22 AND REACHED CONFIDENTIAL

CONFIDENTIAL

PAGE 03 OECD P 10415 01 OF 02 241216Z

AGREEMENT ON A METHODOLOGY FOR MAKING THE CONVERSION FROM MILS TO KWH OF NUCLEAR-GENERATED ELECTRICITY TO THE PER BARREL COST OF OIL REQUIRED TO PRODUCE THE EQUIVALENT ELECTRICITY IN AN OIL-FIRED GENERATING FACILITY.

CONFIDENTIAL

NNN

CONFIDENTIAL

PAGE 01 OECD P 10415 02 OF 02 241217Z

50

ACTION EUR-12

INFO OCT-01 EA-06 ISO-00 AID-05 CEA-01 CIAE-00 COME-00

EB-07 FRB-03 INR-07 IO-10 NEA-09 NSAE-00 OPIC-03

SP-02 TRSE-00 CIEP-01 LAB-04 SIL-01 OMB-01 EURE-00

ERDA-05 ERDE-00 FEA-01 OES-03 INT-05 OIC-02 STR-04

NRC-05 SAM-01 XMB-02 /101 W
----- 027100

P R 241207Z APR 75

FM USMISSION OECD PARIS

TO SECSTATE WASH DC PRIORITY 6737

INFO AMEMBASSY ANKARA

AMEMBASSY BERN

AMEMBASSY BONN

AMEMBASSY BRUSSELS

AMEMBASSY COPENHAGEN

AMEMBASSY DUBLIN

AMEMBASSY THE HAGUE

AMEMBASSY LONDON

AMEMBASSY LUXEMBOURG

AMEMBASSY MADRID

AMEMBASSY OSLO

AMEMBASSY OTTAWA

AMEMBASSY PARIS

AMEMBASSY ROME

AMEMBASSY STOCKHOLM

AMEMBASSY TOKYO

AMEMBASSY VIENNA

AMEMBASSY WELLINGTON

USMISSION EC BRUSSELS

USMISSION NATO

C O N F I D E N T I A L SECTION 02 OF 02 OECD PARIS 10415

CONFIDENTIAL

CONFIDENTIAL

PAGE 02 OECD P 10415 02 OF 02 241217Z

THE RESULTS WERE 5 DOLLARS PER BARREL IN ITALY AND GERMANY AND 6-8 DOLLARS PER BARREL IN CANADA, THE UK AND THE US. VARIATIONS AMONG COUNTRIES WERE LARGELY EXPLAINED BY DIFFERENT ASSUMPTIONS REGARDING PLANT LIFE, CAPITAL COSTS AND PLANT UTILIZATION FACTOR.

5. THE MEETING'S MOST SPIRITED DEBATE WAS DIRECTED TOWARD THE COLLATION OF NATIONAL SUBMISSIONS ON EXPECTED OUTPUT AND AVERAGE UNIT COSTS OF VARIOUS FUELS. THE GERMAN DELEGATION INSISTED, WITH SUPPORT FROM THE DANES, ITALIANS AND JAPANESE, THAT PROJECTION OF NUCLEAR POWER SHOULD BE SHOWN SEPARATELY FROM ALL OTHER FUELS BECAUSE SUPPLY PROJECTIONS IN THAT SECTOR WERE NOT PRICE ELASTIC AND THEREFORE NOT RELEVANT TO THE DETERMINATION OF AN APPROPRIATE LEVEL OF THE SAFEGUARD PRICE. THE US DELEGATION, WITH SUPPORT FROM THE CANADIANS AND BRITISH, ARGUED THAT THE IEA SUPPLY PROJECTION SHOULD BE COMPREHENSIVE, SHOULD TREAT FUELS UNIFORMLY AND SHOULD BE BASED ON ACCEPTANCE OF DATA SUBMITTED BY NATIONAL AUTHORITIES. THE FINAL "COMPROMISE" WAS A SET OF TABLES SHOWING QUANTITIES AND COSTS FOR FIVE SEPARATE FUEL CATEGORIES, INCLUDING NUCLEAR ELECTRICITY, PLUS A SUMMARY TABLE SHOWING DATA FOR ALL CATEGORIES. THIS HAPPENED TO BE THE FORMAT OF THE SECRETARIAT DOCUMENT FROM WHICH THE DISCUSSION BEGAN.

6. THE ONLY MAJOR AGENDA TOPIC LEFT UNRESOLVED WAS DEVELOPMENT OF A FRAMEWORK FOR COOPERATION ON A PROJECT-BY-PROJECT BASIS. THE GERMAN DELEGATION WAS WILLING TO ELABORATE THE EARLIER US CONSORTIUM IDEA INTO A MORE SPECIFIC CODE OF CONDUCT FOR COOPERATIVE PROJECTS. THE DANES AND TURKS RESISTED THIS PROPOSAL APPARENTLY BECAUSE THEY FEARED ACCEPTANCE OF IT WOULD JEOPARDIZE THEIR PET NOTIONS FOR AN IEA INVESTMENT INSURANCE PLAN AND AN IEA INVESTMENT BANK. FURTHER PROGRESS IN THIS AREA IS DEPENDENT UPON ADDITIONAL GUIDANCE FROM THE SLT. TURNER

CONFIDENTIAL

NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: NUCLEAR ENERGY, COSTS, PETROLEUM PRODUCTION, MEETINGS
Control Number: n/a
Copy: SINGLE
Draft Date: 24 APR 1975
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: CunninFX
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1975OECDP10415
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: GS
Errors: N/A
Film Number: D750144-0072
From: OECD PARIS
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1975/newtext/t19750421/aaaaasyk.tel
Line Count: 210
Locator: TEXT ON-LINE, ON MICROFILM
Office: ACTION EUR
Original Classification: CONFIDENTIAL
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 4
Previous Channel Indicators: n/a
Previous Classification: CONFIDENTIAL
Previous Handling Restrictions: n/a
Reference: n/a
Review Action: RELEASED, APPROVED
Review Authority: CunninFX
Review Comment: n/a
Review Content Flags:
Review Date: 09 APR 2003
Review Event:
Review Exemptions: n/a
Review History: RELEASED <09 APR 2003 by BoyleJA>; APPROVED <16 SEP 2003 by CunninFX>
Review Markings:

Margaret P. Grafeld
Declassified/Released
US Department of State
EO Systematic Review
05 JUL 2006

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: NATIVE
Subject: IEA: MEETING OF AD HOC GROUP ON ACCELERATED DEVELOPMENT OF ALTERNATIVE ENERGY SOURCES
TAGS: ENRG, OECD
To: STATE
Type: TE
Markings: Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 05 JUL 2006